

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

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Haddock

July 14, 2011

Dave Shaver, Manager Genwal Resources, Inc. P.O. Box 910 East Carbon, Utah 84520-0910

Subject: 2010 Annual Report Review Completion, Crandall Canyon Mine, C/015/0032, Task ID

#3788

Dear Mr. Shaver:

The Division staff has completed the review of the 2010 Annual Report. Enclosed is a copy of the review with each reviewer's comments completed on July 14th, 2011.

Thank you for your diligence in completing the Annual Report. If you have any questions, please call me at (801) 538-5325.

Sincerely,

Daron R. Haddock Coal Program Manager

DRH/SKC/ss cc: Price Field Office O:\015032.CRA\WG3788\WG3788_RevCompLtr.doc



Annual Report

Date

7/14/11

This Annual Report shows information identified in the Appendiction and verify the information.	ion the Division has lices to the Division	for your r by Marc l	nine. Submit the complete 31, 2011 . During a co	eted document and any additional omplete inspection an inspector will		
GENERAL INFORMATION						
Company Name Genwal Resources	Inc.		Mine Name	Crandall Canyon Mine		
Permit Number C/015/0032			Permit expiration Date	2013-05-13		
Operator Name Genwal Resources	lame Genwal Resources, Inc.			+1 (435) 888-4017		
Mailing Address P.O. Box 910			Email	dshaver@coalsource.com		
City East Carbon City State	UT Zip Code 845	20				
CERTIFIED REPORTS		,	DOGM File Locati	ion or Annual Report Location		
Excess Spoil Piles	Required Not Required					
Refuse Piles	☐ Required☐ Not Required					
Impoundments	Required Not Required Sedime		nt Pond Certification (inclu	uded)		
Other:						
OPERATOR COMMENTS			- MANUAL CONTRACTOR OF THE CON	·		
Crandall Mine was inoperative during 2010. Sediment pond certification is included						
REVIEWER COMMENTS 🖂	Met Requirements		Did Not meet Requireme	nts		
A certified impoundment report by a l	Jtah P.E. is included ir	າ the 2010	annual report.			

COMMITMENTS AND CONDITIONS

The Permittee is responsible for ensuring annual technical commitments in the MRP and conditions accepted with the permit are completed throughout the year. The Division has identified these commitments below and has provided space for you to report what you have done during the past year for each commitment. If additional written response is required, it should be filed as an attachment to this report.

Objective: To monitor macroinvertebrate population in Crandall Creek. Frequency: Annually, during the spring and fall beginning in 2009 Status: Surveys for Spring and Fall 2010 complete. 2010 Reports are due to Division Reports: Annual Report Citation: Volume A Text, Chapter 3, pg. 3-17
Objective: To monitor macroinvertebrate population in Crandall Creek. Frequency: Annually, during the spring and fall beginning in 2009 Status: Surveys for Spring and Fall 2010 complete. 2010 Reports are due to Division Reports: Annual Report
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Reports: Annual Report
OPERATOR COMMENTS
The Spring 2010 macroinvertebrate study has been completed and is included. The Fall 2010 fieldwork has been completed by JBR Environmental, but the report has not yet been written. According to JBR, they are still waiting for results from Bug Lab. The completed report will be provided to DOGM and other interested agencies as soon as in arrives fro JBR.
REVIEWER COMMENTS Met Requirements Did Not meet Requirements
2010. The high elevation and high spring runoff prevents earlier spring surveys. The conditions in June 2010 were very similar to the fall 2009 results. All three sites' data indicated a degraded condition with the site directly below the discharge showing a slightly more degraded condition than the upstream site. Although degraded, both downstream sites are still supporting a variety of macroinvertebrates indicating that the mine-related disturbances have not completely eliminated macroinvertebrate habitat. Iron is no longer being discharged into the stream, but iron precipitates are still evident in the stream bed. JBR found that attributing the degradation directly to the water discharge and elevated iron levels continues to be problematic. JBR recommended that the 2011 sampling events use the same methodology and equipment as 2010 (which was altered from 2009). As more data are collected, JBR concludes that they will be able to make more meaningful analyses of spatial and temporal differences.
concludes that they will be done to make more meaning-country.
Title: SUBSIDENCE MONITORING
Objective: Determine subsidence effects.
Frequency: Annually.
Status: On going. Please provide a map that shows the locations of the monitoring points to compare variations due to
mining.
Reports: Submit surveyed monitoring data to Division by June 30, annually.
Citation: MRP, Vol. B, Chap. 5, Sec. 5.25.14, pg. 5-25
DPERATOR COMMENTS
Subsidence information is included
REVIEWER COMMENTS Met Requirements Did Not meet Requirements

A table listing all of the subsidence points is included in the 2010 annual report. The table shows 2010 elevations compared to previous

years and delineates the difference in elevation change. No map is provided to show the subsidence point location in conjunction with the topography or the mine workings. The Division has never set a standard for or how the subsidence information should be submitted (tables, maps mine workings exc.). The standard just indicates that subsidence information needs to be submitted which has occurred. Subsidence information was collected using aerial survey methods.

The following commitments are not required for the current annual report year, but will be required by the permittee in the future as indicated by the Status item. These commitments are included for information only, and do not currently require action.

Title: Reclamation of culvert

Objective: To reclaim part of the culverted section of the stream which provided habitat to the cutthroat trout population.

Frequency: Once during reclamation

Status: Needs to be completed as soon as possible.

Reports: Submitted to the Division upon project completion

itation: Volume A Text, Chapter 3, page 3-16
PERATOR COMMENTS (Optional)
itle: Raptor Surveys
bjective: To monitor raptor activity and nesting within and adjacent to the permit area. requency: Every Three years, or annually if a.)UDWR recommends it, b.)it will not unduly harass raptors, and c.)if it is prude insure raptor safety and/ or habitat. ratus: Last survey was completed in 2008. Next survey is due in 2011- Report in 2011 annual report. reports: In annual report itation: Volume A Text, Chapter 3, page 3-17
PERATOR COMMENTS (Optional)

REPORTING OF OTHER TECHNICAL DATA

List other technical data and information as required under the approved plan, which must be periodically submitted to the Division. Specify whether the information is included as an attachment to this report or currently on file with the Division.

Please List Attachments	•		 		 and the state of t
REVIEWER COMMENTS		Met Requirements	Did Not meet Requirements		4.24
NA					
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LEGAL, FINANCIAL, COMPLIANCE AND RELATED INFORMATION

The Division is Requesting that each Permittee review and update the legal, financial, compliance and related information in the plan as part of the annual report. Please provide the Department of Commerce, Annual Report of Officers, or other equivalent information as necessary to ensure that the information provided in the plan is current. Provide any other change as necessary regarding land ownership, lease acquisitions, legal results from appeals of violations, or other changes as necessary to update information required in the mining and reclamation plan. Include certified financial statements, audits or worksheets, which may be required to meet bonding requirements. Specify whether the information is currently on file with the Division or included as an attachment to the report.

LEGAL/ FINANCIAL UPDA	TE		Included	DOGM File Location or Annual Report Location
REVIEWER COMMENTS	\boxtimes	Met Require	ments 🔲	Did Not meet Requirements

MAPS

Copies of mine maps, current and up-to-date through at least December 31, 2010, are to be provided to the Division as an attachment to this report in accordance with the requirements of R 645-301-525.240. The map copies shall be made in accordance with 30 CFR 75.1200 as required by MSHA. Mine maps are not considered confidential.

		Incl	ıded	Confid	Confidential	
Map Name	Map Number	Yes	No	Yes	No	
Annual subsidence map			×			
Mine Map		\boxtimes				
REVIEWER COMMENTS Met Requirement	s Did Not meet Requi	rements				
OTHER INFORMATION Please provide any comments of furthe attachments are to be provided as an attachment individual mine, please identify each of the minester	nt to this report. If informat	l as part of t ion is subm	he Annual itted as a gi	Report. Ar oup rather	ny other then by	
REVIEWER COMMENTS						